

federal energy management program

U.S. Department of Energy Federal Energy Management Program

FEMP DER Program Overview—
DER and CHP in Federal Facilities

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> Newport Beach, CA May 14, 2003



Presentation Outline

- FEMP's DER-CHP Strategy
- Market Assessment
- Technical Assistance
- Education and Outreach
- ADD CHP Services
- FEMP Regional Contacts



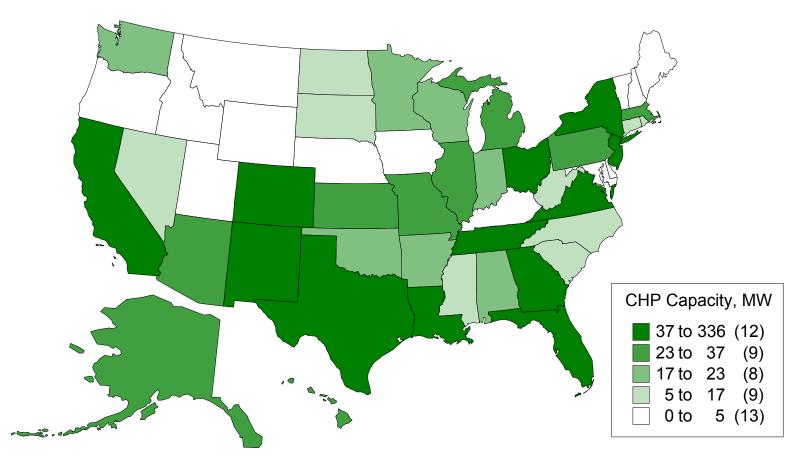
U.S. Department of Energy Energy Efficiency and Renewable Energy FEMP's DER-CHP Strategy

- Target assistance to address hurdles in federal sector
- Focus on markets with highest potential for success
- Help interested agencies make informed DER-**CHP** decisions
- Move good projects to deployment



U.S. Department of Energy Energy Efficiency and Renewable Energy Federal CHP Potential

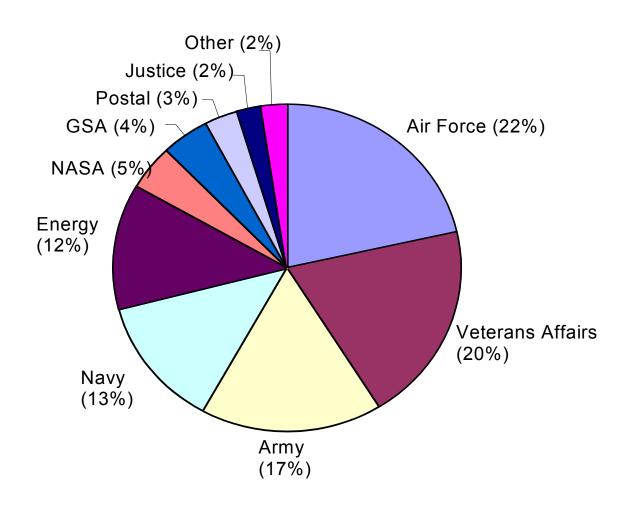
Distribution of CHP Potential at Federal Sites: Greater than 1500 MW





Federal CHP Potential

Large, energy-intensive facilities dominate





U.S. Department of Energy Energy Efficiency and Renewable Energy Technical Assistance

- FEMP can help agency sites
 - Determine if they have DER-CHP potential
 - Understand options with commercial technology
 - Ensure best-value configurations go into their projects
 - Help avoid surprises (e.g., exit fees)
- Agencies move forward when they are confident that claims are verified and pricing is fair and reasonable



Education and Outreach

- Case Studies
- DER "How To" Guide
- CHP Market Analysis
- Outreach Materials
 Web site:

http://www.eere.energy.gov/femp.html



Education and Outreach

Training/Workshops

- DER Hands-on Training for Federal Energy Managers—Summer 2003, Albuquerque, NM
- Energy 2003 Conference August 17–21, Orlando, FL
- DER at Federal Facilities Regional Workshops— Summer 2004



FEMP Assistance

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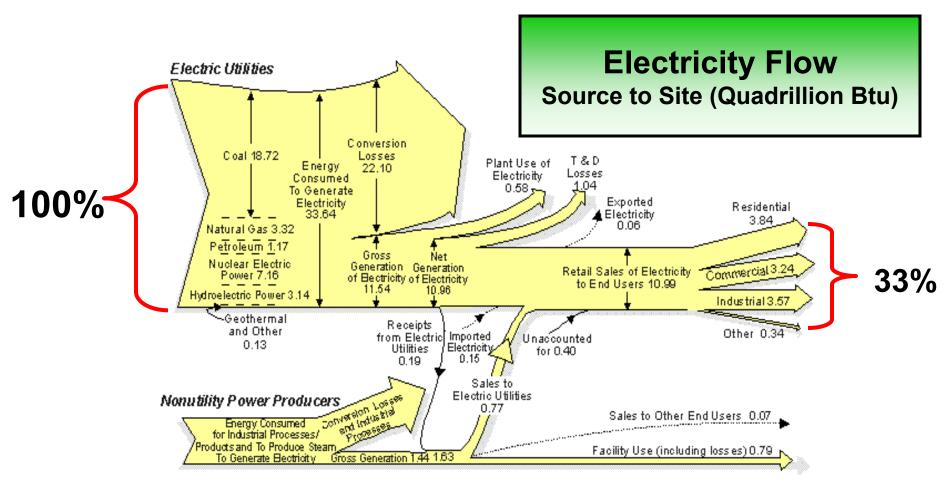
U.S. Department of Energy Energy Efficiency and Renewable Energy Energy Efficiency and Renewable Energy

- Accelerated Development and Deployment of Combined Heat and Power (ADD CHP)
- Goal: Make proven CHP technology more easily accessible to federal agency sites who want to "lead by example" with CHP
 - Reduce costs
 - Enhance energy security & reliability
 - Reduce GHG emissions



Federal Market Drivers— Emissions Reduction

Executive Order 13123: Reduce GHG emissions 30% (from 1990) by 2010.



EIA's 1998 Annual Energy Review



Federal Market Drivers— Energy Efficiency and Renewable Energy Energy Security and Reliability

- Distribution systems (grid, pipelines) are vulnerable
- Command, communications and data centers are critical and sensitive
- Solutions include Distributed Generation and "adaptive islanding"
 - Minimize damages
 - Enable faster recovery

Source: National Academy of Science, Making the **Nation Safer**



FEMP's ADD CHP

Who Does What in ADD CHP?

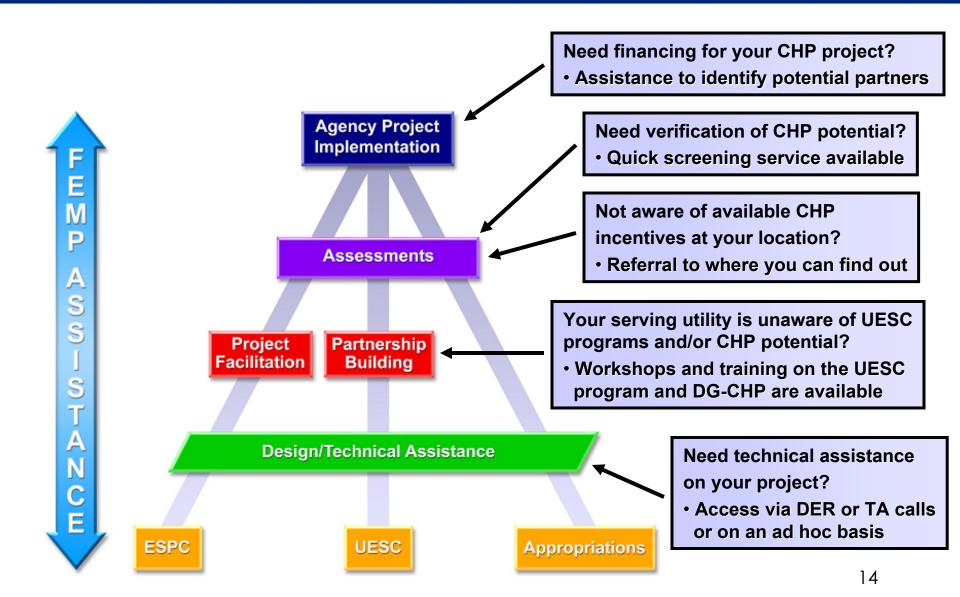


Private partners do the promoting, marketing, selling, project developing, financing, implementing

- ESCOs and Utilities
 - CHP industry & associations (USCHPA, ACEEE, IDEA, etc.)
- Federal agencies do the leading
- FEMP does the supporting
 - By providing agencies unbiased expertise they can trust, accessed through the DOE Regional Offices



U.S. Department of Energy Energy Efficiency and Renewable Energy FEMP's CHP Assistance





Free CHP Screenings

Site requests screening from DOE RO

Site completes short data form containing basic info on energy costs, use, and existing equipment

FEMP's ADD CHP
Team emails report to
site summarizing
screening analysis
results

CHP potential ?

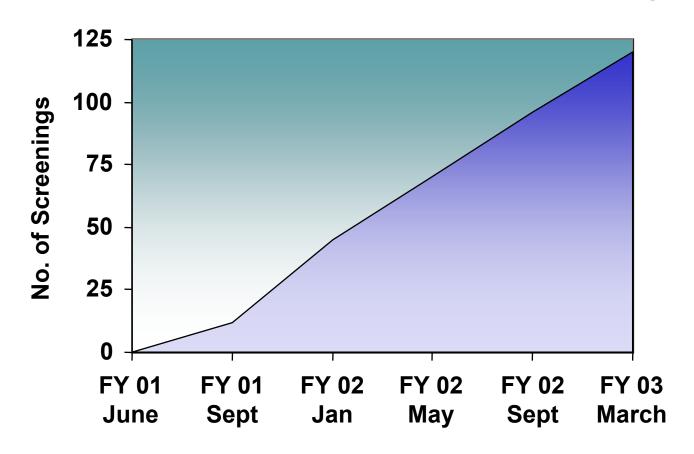
DOE RO offers FEMP support for next steps based on site needs (e.g. if appropriations are unavailable, can help site identify private partners to develop and finance the project)

Yes



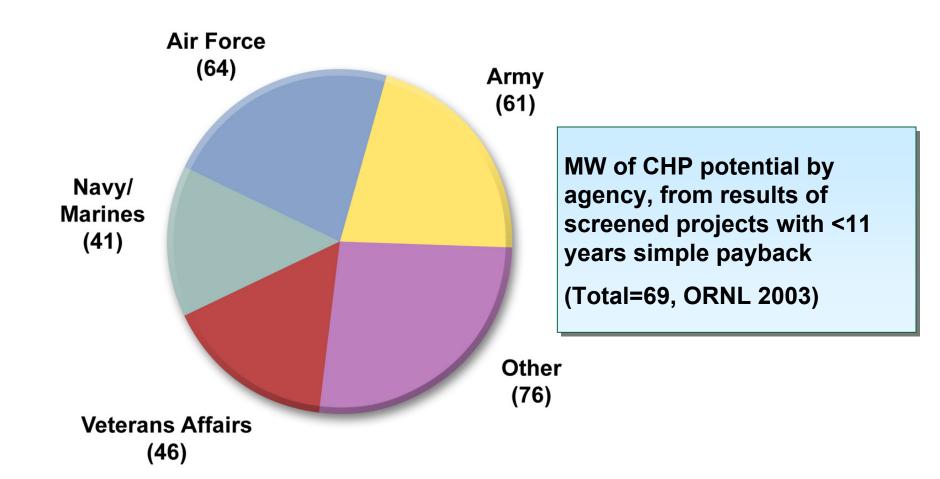
U.S. Department of Energy Energy Efficiency and Renewable Energy Federal Interest in CHP

Sites have requested >120 CHP screening reports.





Screening Results





U.S. Department of Energy Energy Efficiency and Renewable Energy

Twentynine Palms Marine Corps Air Ground Combat Center

- 7.2-MW, dual-fuel cogen system; inaugurated 2/2003 — energy security a primary driver
- Annual cost savings: \$5.8M
- Savings subsidized >1 MW of PV
- 75% efficiency (design target) twice U.S. grid average



- Exhaust for district hot water and 200-ton chiller
- FEMP support catalyzed efforts, contributed to more efficient design

CHP Success

Fort Jackson, South Carolina

- Chronology of events reflects overall FEMP support
 - ✓ Screening performed (1/02); revised (4/02)
 - ✓ Site champion attended DER workshop (5/02)
 - ✓ Site requested and was awarded technical assistance (7/02)



- ✓ Site visited for level II analysis and to meet with potential ESCO (9/02)
- ✓ TRNSYS analysis performed for 13 CHP configurations to gain ESCO buy-in (10–12/02) (continuous, peak shaving, and extended peak shaving modes of operation; different sizes, types of prime drivers)
- ✓ ESCO submits initial proposal (4/03)

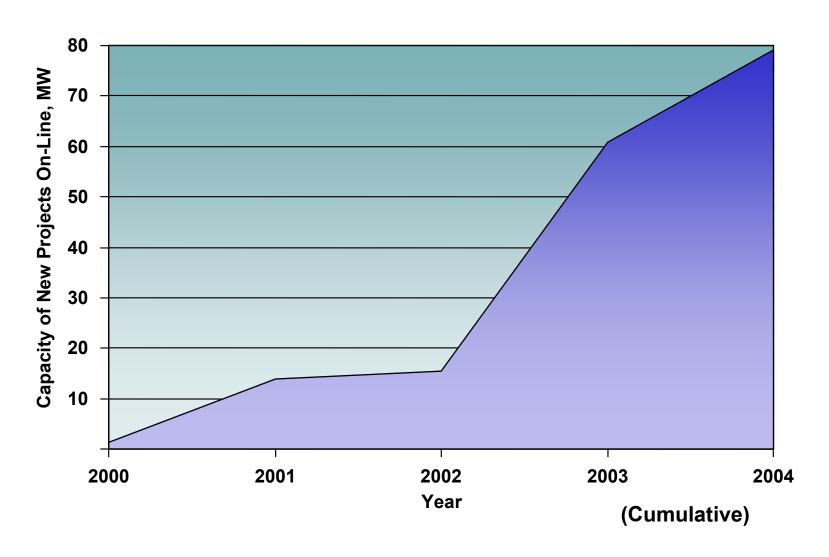
Federal Adoption of CHP

What Have We Learned?

- Potential savings from systems are significant
- Savings from CHP can "subsidize" renewables
- Strongest market drivers for CHP are energy security, equipment upgrades, and cost savings, not energy or emissions savings.



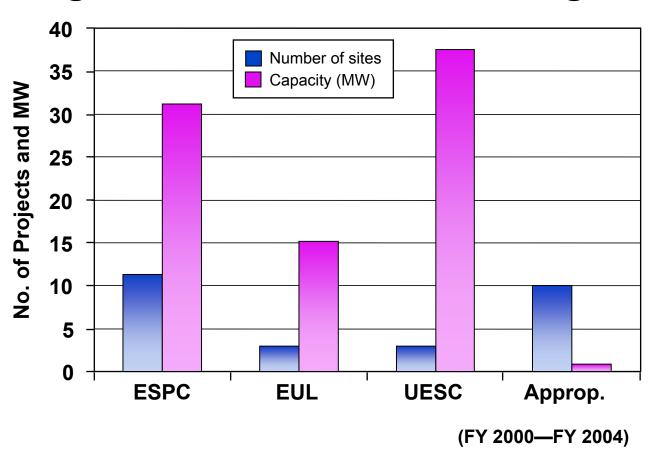
CHP Project Size and Benefits are Growing





Funding CHP

Funding Mechanisms for CHP Being Installed





U.S. Department of Energy Energy Efficiency and Renewable Energy CHP Technical Lessons

- IC engines, large gas turbines tried and true
- Gas compressors and peripherals for microturbines—varied results
- Control of exhaust for direct-fired absorption chillers —presents challenges
- Absorption chiller —maintenance and efficiency issues
- Fuel cells— appealing but costly

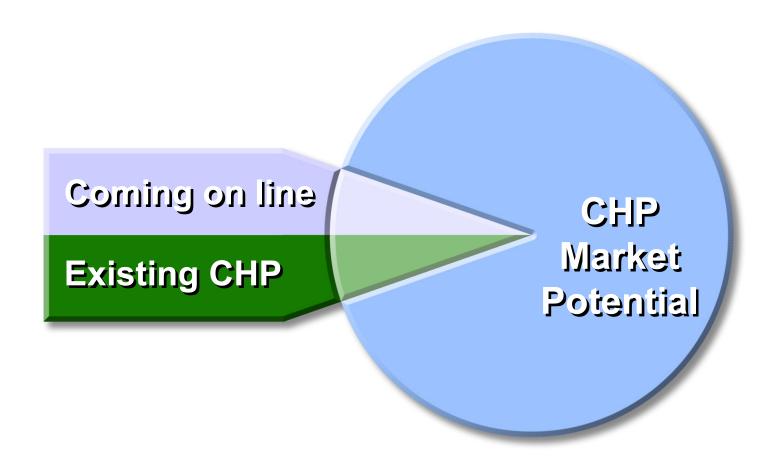






U.S. Department of Energy Energy Efficiency and Renewable Energy Federal Adoption of CHP

Currently Only a Fraction of Total Potential





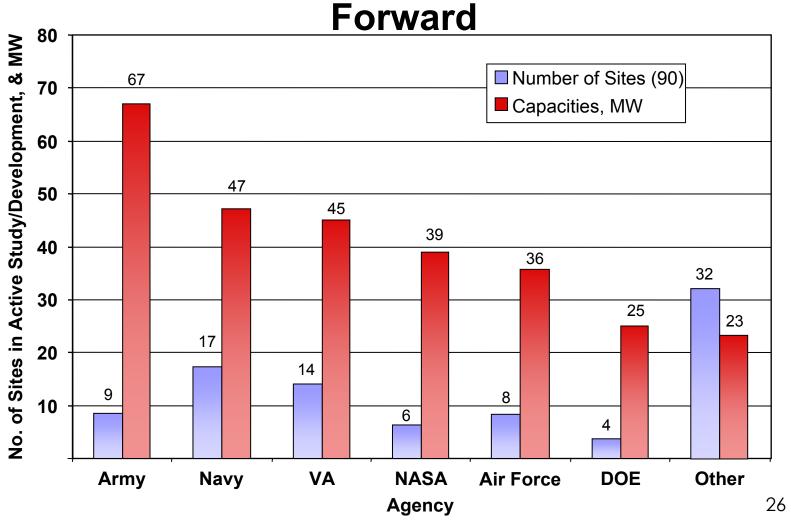
U.S. Department of Energy Energy Efficiency and Renewable Energy CHP: Looking Forward

Is special CHP tech-specific mechanism a possibility **Agency Project** for the future? Implementation M P Assessments ASSI **Project** Partnership Facilitation **Building** STA Design/Technical Assistance N C Ε **ESPC UESC** Appropriations **Enhanced Use Lease** 25



U.S. Department of Energy Energy Efficiency and Renewable Energy

With FEMP Support, CHP Projects are Moving





FEMP's ADD CHP

If issue is technical, agencies can access ADD CHP via FEMP TA staff at DOE Regional Offices.

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